

MBIZANA LOCAL MUNICIPALITY

ADJUSTMENTS BUDGET 2014/15

26 FEBRUARY 2015

Copies of this document are available from:

- Office of the Municipal Manager
- Office of the Mayor
- Office of the CFO
- www.mbizana.gov.za

Table of Contents

| | |
|--|----|
| PART 1 – ADJUSTMENTS BUDGET | 3 |
| 1. Mayor’s report | 3 |
| 2. Resolutions | 4 |
| 3. Executive Summary | 4 |
| 4. Budget Overview | 5 |
| 5. Adjustments Budget Tables..... | 8 |
| Table B1 Adjustments Budget Summary..... | 8 |
| Table B2 Adjustments budget Financial Performance (Standard Classification) | 9 |
| Table B3 Adjustments budgets Financial Performance (revenue and expenditure by municipal vote) | 10 |
| Table B4 Adjustments budget Financial Performance (revenue and expenditure)..... | 11 |
| Table B5 Adjustments Capital Expenditure Budget by vote and funding | 12 |
| Table B6 Adjustments budget Financial Position | 13 |
| Table B7 Adjustments budget Cash Flows | 14 |
| Table B8 Cash backed reserves/accumulated surplus reconciliation | 15 |
| Table B9 Asset Management..... | 16 |
| Table B10 Basic Service Delivery Measurement | 17 |
| Part 2 SUPPORTING DOCUMENTATION | 18 |
| 6. Adjustments to budget assumptions | 18 |
| 7. Adjustments to Budget Funding..... | 18 |
| 8. Adjustments to expenditure on allocations and grant programmes..... | 19 |
| 9. Adjustments to councillor allowances and employee benefits | 20 |
| 10. Adjustments to Service Delievery and Budget Implementation Plan | 21 |
| 11. Adjustments to Capital Expenditure | 22 |
| Quality Certificate | 23 |

PART 1 – ADJUSTMENTS BUDGET

1. Mayor's report

The Mbizana Local Municipality approved the 2014/15 before the beginning of the financial period. This was done in compliance with section 24(1) of the Municipal Finance Management Act No. 56 of 2003 which requires that an annual budget be approved at least 30 days before the start of a financial year. The approved budget has been utilised up to date.

The mid – year report has been presented to council and there are areas in the report that point that an adjustments budget needs to be prepared to give effect to the proposed changes in the set targets in the Service Delivery and Budget Implementation plan. The following are the reasons for the proposed Adjustments Budget, which will be further elaborated upon in subsequent paragraphs:-

- There are infrastructure projects, that it has become apparent that additional funding is required whilst some have been cancelled. For example, Tholeni Bridge, CBD Storm Water, Bizana Asphalt requires additional funding whilst Tarring of roads has been scrapped.
- There have been changes in the targets as set out at the beginning of the financial year and the shifting of these targets implies that there should be a shift in the funds as well. A good example is on the forecast for the revenue from electricity, which had been forecast at over R33 million but the projects indicate that we will only be able to generate just above R20 million.
- There are new allocations that have become available that had not been part of the original budget and this need to be taken into consideration at this point. For example the R3,2 million from Department of Economic Development and Environmental Affairs.
- There are conditional grant funds that had remained unspent at the end of the 2013/14 financial period and the adjustments budget should be utilised to authorise the spending of the approved funds.

It is against this background that it is recommended that the council of Mbizana Local Municipality should:-

- a) consider the approval of the 2014/15 Adjustments Budget, and
- b) The revision of the service delivery targets and performance indicators in the Service Delivery and Budget Implementation Plan

2. Resolutions

It is recommended that the council approves the following:

- a) The 2014/ 15 MTREF adjustments budget
- b) The adjustments in line with the requirements of s28(2) of the MFMA
- c) Revisions to the monthly and quarterly service delivery targets and performance indicators in the service delivery and budget implementation plan to correspond with the approval of the adjustments.

3. Executive Summary

The Budget summary by source and expenditure by type indicate the following:

- **Service Charges Electricity:** This revenue source has been revised downwards as it has become apparent from the trends to date that we will not be able to generate the R33million as envisaged. The revenue from electricity distribution is revised downwards by just over R12million.
- **Interest Earned:** The interest earned on short term deposits and municipal cash in the bank is yielding some positive results. This is where excess cash that is not immediately required is placed in short term deposits to generate extra interest. This has been adjusted upwards by R2million.
- **Grants and Subsidies – Operational:** The Community Services department has received a further R3,2 million from DEDEAT for alien plants removal.
- **Own Reserves:** - The Municipality has been building up some reserves and it has become apparent from the submissions from the various departments within the municipality that some funds need to be made available. We are therefore making available R34 million to the budget to ensure that these service delivery imperatives are realised.
- **Employee related costs:** The budget for salaries have been revised down by just above R6,7 million. This is taking into account all the expenditure relating to salaries considering the remaining months in the financial period. It should be noted though that this is besides the calculations for salary imbalances that are currently continuing.
- **General Expenditure :** A number of movements between votes have been effected by the various departments but there has been a combined amount of more than R11million that is required by departments to fulfill their service delivery objectives:

- **Consulting Fees** - BTO : A further R3million has been adjusted for the consulting fees at BTO to cover the Compilation of the FAR, the AFS as well as the internal audit co-sourcing.
- **Community Involvement:** R800,000.00 has been added onto this vote.
- **Audit Fees** : The municipality is required to be audited by the Auditor General and the original budget was not enough. There has been an additional amount of R1,5 million made available for this.
- **Mayor's Special Programmes – Youth / Sport Development:** We have adjusted upwards the budget for this by R400, 000.00. This was done after considering that the municipality needs host a Mayoral Cup in all the 31 wards.
- **Repairs and Maintenance:** This vote has been adjusted up by R9,4 million and the main contributor to this is the R8,8 upward adjustment on the Roads repairs and maintenance.
- **Contributions to Capital:** This refers to adjustments that need to be made in relation to capital expenditure. A R15 million adjustment is required for this purpose:-\
 - **Electricity Infrastructure:** The R2million adjustment is to cater for design fees for electrification projects.
 - **Plant and Equipment:** This will be adjusted up by R3,6 million to purchase plant and machinery for the municipality.
 - **Licensing Station** : This is for the completion of the fencing for the testing station and a further R800,000.00 is made available
 - **Municipal Offices** : The new building requires a further R2million for air conditioning
 - **Bizana Asphalt:** There is a further R2mililon required for this project considering the commitment that has already been made.
 - **Infrastructure Projects:** There has been an indication that there is general over commitment on projects from the previous financial years. There is a R9,5 million that has been adjusted for this purpose.

The second table presents the same information but indicating the departments within the municipality.

4. Budget Overview

The tables below show a snap shot summary of the information detailed in the executive summary above and the detailed tables that are presented later in the document.

| MBIZANA LOCAL MUNICIPALITY | | | | | | | | | |
|--|-----------------------|------------------------|------------------------|-----------------------|-------------------------|-----------------------|-----------------------|--|--|
| FINAL BUDGET SUMMARY BY SOURCE AND EXPENDITURE BY TYPE | | | | | | | | | |
| Feb-15 | | | | | | | | | |
| REVENUE | 2014/15 BUDGET | YTD EXPENDITURE | FULL YEAR FORECAST | PROPOSED ADJUSTMENT | ADJUSTED BUDGET 2014/15 | 2015/16 BUDGET | 2016/17 BUDGET | | |
| TYPE | | | | | | | | | |
| Property Rates | 15 000 000,00 | -7 794 058,00 | -13 361 242,29 | 0,00 | 15 000 000,00 | 15 900 000,00 | 16 845 000,00 | | |
| Service Charges - Electricity | 33 327 582,00 | -10 727 450,00 | -18 389 914,29 | 12 615 643,00 | 20 711 939,00 | 35 780 594,00 | 38 414 290,00 | | |
| Service Charges - Refuse | 1 200 000,00 | -607 582,00 | -1 041 569,14 | 0,00 | 1 200 000,00 | 1 272 000,00 | 1 348 320,00 | | |
| Service Charges - Other | 11 194,00 | -4 269,00 | -7 318,29 | 0,00 | 11 194,00 | 11 865,00 | 12 577,00 | | |
| Agency Services | 848 631,00 | -378 116,00 | -648 198,86 | -30 000,00 | 878 631,00 | 899 549,00 | 953 521,00 | | |
| Rental of Facilities & Equipment | 729 107,00 | -438 000,00 | -750 857,14 | -50 000,00 | 779 107,00 | 773 854,00 | 819 225,00 | | |
| Fines | 527 400,00 | -649 625,00 | -1 113 642,86 | -800 000,00 | 1 327 400,00 | 559 045,00 | 592 587,00 | | |
| Licences & Permits | 2 333 303,00 | -713 348,00 | -1 222 882,29 | 0,00 | 2 333 303,00 | 2 473 301,00 | 2 621 699,00 | | |
| Interest Earned - External Investments | 5 026 268,00 | -4 258 448,00 | -7 300 196,57 | -2 000 000,00 | 7 026 268,00 | 5 327 844,00 | 5 647 515,00 | | |
| Interest Earned - Outstanding Debtors | 97 342,00 | -595 829,00 | -1 021 421,14 | -20 000,00 | 117 342,00 | 103 182,00 | 109 373,00 | | |
| Loan Advance | 45 000 000,00 | 0,00 | 0,00 | 0,00 | 45 000 000,00 | | | | |
| Grants & Subsidies Rec'd - Operational | 151 396 600,00 | -108 284 242,00 | -185 630 129,14 | -3 290 200,00 | 154 686 800,00 | 187 244 800,00 | 187 249 650,00 | | |
| Grants & Subsidies Rec'd - Capital | 67 142 400,00 | -25 178 666,00 | -43 163 427,43 | -105 468,00 | 67 247 868,00 | 80 855 200,00 | 76 790 350,00 | | |
| Gains on Disposal of PPE | | 0,00 | 0,00 | 0,00 | 0,00 | | | | |
| Other Revenue | 1 172 042,00 | -999 430,00 | -1 713 308,57 | -673 873,00 | 1 845 915,00 | 1 242 365,00 | 1 316 906,00 | | |
| From Own Reserves | 50 827 708,00 | 0,00 | 0,00 | -35 969 898,95 | 86 797 606,95 | | | | |
| TOTAL | 374 639 577,00 | -160 629 063,00 | -275 364 108,00 | -30 323 796,95 | 404 963 373,95 | 332 443 599,00 | 332 721 013,00 | | |
| EXPENDITURE | | | | | | | | | |
| Employee Related Costs | 73 042 317,00 | 32 483 039,00 | 55 685 209,71 | -6 764 739,05 | 66 277 577,95 | 77 715 911,00 | 82 689 681,00 | | |
| Remuneration of Councillors | 18 466 288,00 | 9 827 576,00 | 16 847 273,14 | 0,00 | 18 466 288,00 | 19 648 131,00 | 20 905 611,00 | | |
| Debt Impairment | 4 035 962,00 | 0,00 | 0,00 | 0,00 | 4 035 962,00 | 4 035 962,00 | 4 035 962,00 | | |
| Bulk Purchases - Electricity | 20 470 688,00 | 12 117 154,00 | 20 772 264,00 | 0,00 | 20 470 688,00 | 22 120 626,00 | 23 903 548,00 | | |
| Interest Paid | 1 350 000,00 | 489 617,00 | 839 343,43 | 0,00 | 1 350 000,00 | 1 350 000,00 | 1 350 000,00 | | |
| Depreciation & Asset Impairment | 30 067 523,00 | 0,00 | 0,00 | 0,00 | 30 067 523,00 | 30 067 523,00 | 30 067 523,00 | | |
| Grants & Subsidies Given | 3 500 000,00 | 1 109 376,00 | 1 901 787,43 | 0,00 | 3 500 000,00 | 3 689 000,00 | 3 888 206,00 | | |
| General Expenses | 62 879 430,00 | 29 348 738,19 | 50 312 122,61 | 11 937 395,00 | 74 816 825,00 | 65 024 857,00 | 68 477 078,00 | | |
| Repairs & Maintenance | 20 299 140,00 | 11 760 908,00 | 20 161 556,57 | 9 441 000,00 | 29 740 140,00 | 21 395 293,00 | 22 550 639,00 | | |
| Loss on Disposal of PPE | 0,00 | 0,00 | 0,00 | 0,00 | 0,00 | 0,00 | 0,00 | | |
| Contributions to Capital | 171 421 285,00 | 29 092 250,51 | 49 872 429,45 | 15 920 570,00 | 187 341 855,00 | 97 485 107,00 | 94 453 248,00 | | |
| Contribution to Provisions | 3 000 000,00 | 223 481,00 | 383 110,29 | 0,00 | 3 000 000,00 | 3 162 000,00 | 3 332 748,00 | | |
| TOTAL | 408 532 633,00 | 126 452 139,70 | 216 775 096,63 | 30 534 225,95 | 439 066 858,95 | 345 694 410,00 | 355 654 244,00 | | |
| Profit/(Loss) | -33 893 056,00 | -287 081 202,70 | -492 139 204,63 | -60 858 022,90 | -34 103 485,00 | -13 250 811,00 | -22 933 231,00 | | |

| MBIZANA LOCAL MUNICIPALITY | | | | | | | |
|----------------------------|----------------|-----------------|--------------------|---------------------|-------------------------|----------------|----------------|
| FINAL BUDGET SUMMARY VOTE | | | | | | | |
| Feb-15 | | | | | | | |
| REVENUE | | | | | | | |
| VOTE | 2014/15 BUDGET | YTD EXPENDITURE | FULL YEAR FORECAST | PROPOSED ADJUSTMENT | ADJUSTED BUDGET 2014/15 | 2015/16 BUDGET | 2016/17 BUDGET |
| Council & General Expenses | 0,00 | 0,00 | 0,00 | 0,00 | 0,00 | 0,00 | 0,00 |
| Mayor's Office | 0,00 | 0,00 | 0,00 | 0,00 | 0,00 | 0,00 | 0,00 |
| Municipal Manager | 0,00 | 0,00 | 0,00 | 0,00 | 0,00 | 0,00 | 0,00 |
| Speaker | 0,00 | 0,00 | 0,00 | 0,00 | 0,00 | 0,00 | 0,00 |
| Budget & Treasury | 219 387 070,00 | -119 919 524,00 | -205 576 326,86 | -38 653 771,95 | 258 040 841,95 | 206 549 824,00 | 207 748 073,00 |
| Corporate Services | 366 631,00 | -119 356,00 | -204 610,29 | -30 000,00 | 396 631,00 | 388 629,00 | 411 946,00 |
| Development & Planning | 196 800,00 | -173 495,00 | -297 420,00 | 0,00 | 196 800,00 | 194 888,00 | 213 281,00 |
| Community Development | 3 491 130,00 | -1 329 522,00 | -2 279 180,57 | -3 290 200,00 | 6 781 330,00 | 3 685 597,00 | 3 904 733,00 |
| Refuse Removal & Cemetary | 2 200 000,00 | -1 374 379,00 | -2 356 078,29 | 0,00 | 2 200 000,00 | 1 272 000,00 | 1 348 320,00 |
| Road Works & Engineering | 46 094 545,00 | -21 669 524,00 | -37 147 755,43 | -105 468,00 | 46 200 013,00 | 48 384 698,00 | 50 491 820,00 |
| Electricity | 102 903 402,00 | -16 043 263,00 | -27 502 736,57 | 11 755 643,00 | 91 147 759,00 | 71 966 963,00 | 68 611 841,00 |
| | | | | | | | |
| TOTAL | 374 639 578,00 | -160 629 063,00 | -275 364 108,00 | -30 323 796,95 | 404 963 374,95 | 332 442 599,00 | 332 730 014,00 |
| | | | | | | | |
| EXPENDITURE | | | | | | | |
| Council & General Expenses | 23 247 288,00 | 11 454 570,00 | 19 636 405,71 | 60 000,00 | 23 307 288,00 | 23 633 305,00 | 25 105 985,00 |
| Mayor's Office | 3 354 662,00 | 2 829 111,00 | 4 849 904,57 | 1 200 000,00 | 4 554 662,00 | 3 535 814,00 | 3 726 748,00 |
| Municipal Manager | 22 947 175,00 | 10 728 169,00 | 18 391 146,86 | -12 171,92 | 22 935 003,08 | 24 366 935,00 | 25 811 382,00 |
| Speaker | 5 002 700,00 | 2 761 790,00 | 4 734 497,14 | -10 000,00 | 4 992 700,00 | 5 272 846,00 | 5 557 579,00 |
| Budget & Treasury | 53 864 969,00 | 12 611 489,19 | 21 619 695,75 | 6 352 053,23 | 60 217 022,23 | 54 890 287,00 | 55 990 231,00 |
| Corporate Services | 34 720 278,00 | 12 227 887,00 | 20 962 092,00 | -76 954,06 | 34 643 323,94 | 36 705 694,00 | 38 805 397,00 |
| Development Planning | 13 290 707,00 | 2 611 321,00 | 4 476 550,29 | -1 483 842,12 | 11 806 864,88 | 13 949 570,00 | 14 908 581,00 |
| Community Development | 26 570 170,00 | 9 666 749,00 | 16 571 569,71 | 964 549,66 | 27 534 719,66 | 27 010 577,00 | 28 617 169,00 |
| Refuse Removal & Cemetary | 14 891 510,00 | 5 380 720,00 | 9 224 091,43 | -1 411 101,88 | 13 480 408,12 | 14 732 653,00 | 15 625 042,00 |
| Road Works & Engineering | 100 702 427,00 | 35 961 842,12 | 61 648 872,21 | 22 444 076,34 | 123 146 503,34 | 79 201 583,00 | 83 034 577,00 |
| Electricity | 109 941 022,00 | 20 061 591,39 | 34 391 299,53 | 2 507 616,70 | 112 448 638,70 | 62 425 147,00 | 58 471 554,00 |
| | | | | | | | |
| TOTAL | 408 532 908,00 | 126 295 239,70 | 216 506 125,20 | 30 534 225,95 | 439 067 133,95 | 345 724 411,00 | 355 654 245,00 |
| | | | | | | | |
| Profit/(Loss) | -33 893 330,00 | -286 924 302,70 | -491 870 233,20 | -60 858 022,90 | -34 103 759,00 | -13 281 812,00 | -22 924 231,00 |

5. Adjustments Budget Tables

Table B1 Adjustments Budget Summary

EC443 Mbizana - Table B1 Adjustments Budget Summary - 27 February 2015

| Description | Budget Year 2014/15 | | | | | | | | | Budget Year +1 2015/16 | Budget Year +2 2016/17 |
|--|---------------------|------------------------|----------------------|----------------------------|--------------------------|----------------------------|------------------------|---------------------|-------------------------|---------------------------|---------------------------|
| | Original Budget | Prior Adjusted 1 | Accum. Funds 2 | Multi-year capital 3 | Unfore. Unavoid. 4 | Nat. or Prov. Govt 5 | Other Adjusts. 6 | Total Adjusts. 7 | Adjusted Budget 8 | Adjusted Budget | Adjusted Budget |
| R thousands | A | A1 | B | C | D | E | F | G | H | | |
| Financial Performance | | | | | | | | | | | |
| Property rates | 15 000 | - | - | - | - | - | - | - | 15 000 | 15 900 | 16 854 |
| Service charges | 34 539 | - | - | - | - | - | (12 616) | (12 616) | 21 923 | 37 064 | 39 775 |
| Investment revenue | 5 026 | - | - | - | - | - | 2 000 | 2 000 | 7 026 | 5 328 | 5 648 |
| Transfers recognised - operational | 151 397 | - | - | - | - | - | 3 290 | 3 290 | 154 687 | 187 245 | 187 250 |
| Other own revenue | 101 536 | - | - | - | - | - | 37 544 | 37 544 | 139 079 | 6 050 | 6 413 |
| Total Revenue (excluding capital transfers and contributions) | 307 497 | - | - | - | - | - | 30 218 | 30 218 | 337 716 | 251 587 | 255 940 |
| Employee costs | 73 042 | - | - | - | - | - | (6 765) | (6 765) | 66 278 | 77 716 | 82 690 |
| Remuneration of councillors | 18 466 | - | - | - | - | - | - | - | 18 466 | 19 648 | 20 906 |
| Depreciation & asset impairment | 30 068 | - | - | - | - | - | - | - | 30 068 | 30 068 | 30 068 |
| Finance charges | 1 350 | - | - | - | - | - | - | - | 1 350 | 1 350 | 1 350 |
| Materials and bulk purchases | 22 152 | - | - | - | - | - | (1 682) | (1 682) | 20 471 | 22 121 | 23 904 |
| Transfers and grants | 3 500 | - | - | - | - | - | - | - | 3 500 | 3 689 | 3 888 |
| Other expenditure | 259 954 | - | - | - | - | - | 38 981 | 38 981 | 298 935 | 191 103 | 192 850 |
| Total Expenditure | 408 533 | - | - | - | - | - | 30 534 | 30 534 | 439 067 | 345 694 | 355 654 |
| Surplus/(Deficit) | (101 035) | - | - | - | - | - | (316) | (316) | (101 351) | (94 107) | (99 715) |
| Transfers recognised - capital | 67 142 | - | - | - | - | - | 105 | 105 | 67 248 | 80 855 | 76 790 |
| Contributions recognised - capital & contributed assets | - | - | - | - | - | - | - | - | - | - | - |
| Surplus/(Deficit) after capital transfers & contributions | (33 893) | - | - | - | - | - | (210) | (210) | (34 103) | (13 252) | (22 924) |
| Share of surplus/ (deficit) of associate | - | - | - | - | - | - | - | - | - | - | - |
| Surplus/ (Deficit) for the year | (33 893) | - | - | - | - | - | (210) | (210) | (34 103) | (13 252) | (22 924) |
| Capital expenditure & funds sources | | | | | | | | | | | |
| Capital expenditure | 171 421 | - | - | - | - | - | 15 921 | 15 921 | 187 342 | 97 485 | 94 453 |
| Transfers recognised - capital | 67 142 | - | - | - | - | - | 105 | 105 | 67 248 | 80 855 | 76 790 |
| Public contributions & donations | - | - | - | - | - | - | - | - | - | - | - |
| Borrowing | 45 000 | - | - | - | - | - | - | - | 45 000 | - | - |
| Internally generated funds | 59 279 | - | - | - | - | - | 15 815 | 15 815 | 75 094 | 16 630 | 17 663 |
| Total sources of capital funds | 171 421 | - | - | - | - | - | 15 921 | 15 921 | 187 342 | 97 485 | 94 453 |
| Financial position | | | | | | | | | | | |
| Total current assets | 71 507 | - | - | - | - | - | (36 970) | (36 970) | 34 537 | 70 234 | 89 590 |
| Total non current assets | 451 785 | - | - | - | - | - | 15 921 | 15 921 | 467 706 | 519 203 | 583 588 |
| Total current liabilities | 6 410 | - | - | - | - | - | - | - | 6 410 | 6 410 | 6 410 |
| Total non current liabilities | 57 552 | - | - | - | - | - | - | - | 57 552 | 31 902 | 12 552 |
| Community wealth/Equity | 459 330 | - | - | - | - | - | (21 049) | (21 049) | 438 280 | 551 124 | 654 217 |
| Cash flows | | | | | | | | | | | |
| Net cash from (used) operating | 71 032 | - | - | - | - | - | (27 289) | (27 289) | 43 743 | 134 455 | 114 453 |
| Net cash from (used) investing | (171 421) | - | - | - | - | - | (15 921) | (15 921) | (187 342) | (97 485) | (94 453) |
| Net cash from (used) financing | 45 000 | - | - | - | - | - | - | - | 45 000 | - | - |
| Cash/cash equivalents at the year end | 63 424 | - | - | - | - | - | (43 209) | (43 209) | 20 214 | 57 184 | 77 184 |
| Cash backing/surplus reconciliation | | | | | | | | | | | |
| Cash and investments available | 57 184 | - | - | - | - | - | (36 970) | (36 970) | 20 214 | 57 184 | 77 184 |
| Application of cash and investments | 51 543 | - | - | - | - | - | (35 540) | (35 540) | 16 003 | 45 396 | 65 985 |
| Balance - surplus (shortfall) | 5 641 | - | - | - | - | - | (1 430) | (1 430) | 4 211 | 11 789 | 11 200 |
| Asset Management | | | | | | | | | | | |
| Asset register summary (WDV) | 477 634 | - | - | - | - | - | 672 | 672 | 478 306 | 576 546 | 671 829 |
| Depreciation & asset impairment | 30 068 | - | - | - | - | - | - | - | 30 068 | 30 068 | 30 068 |
| Renewal of Existing Assets | - | - | - | - | - | - | - | - | - | - | - |
| Repairs and Maintenance | 20 299 | - | - | - | - | - | 9 441 | 9 441 | 29 740 | 21 395 | 22 551 |
| Free services | | | | | | | | | | | |
| Cost of Free Basic Services provided | 280 | - | - | - | - | - | - | - | 280 | 280 | 280 |
| Revenue cost of free services provided | - | - | - | - | - | - | - | - | - | - | - |
| Households below minimum service level | | | | | | | | | | | |
| Water: | - | - | - | - | - | - | - | - | - | - | - |
| Sanitation/sewerage: | - | - | - | - | - | - | - | - | - | - | - |
| Energy: | 6 | - | - | - | - | - | - | - | 6 | 6 | 6 |
| Refuse: | 48 | - | - | - | - | - | - | - | 48 | 48 | 48 |

Table B2 Adjustments budget Financial Performance (Standard Classification)

EC443 Mbizana - Table B2 Adjustments Budget Financial Performance (standard classification) - 27 February 2015

| Standard Description | Ref | Budget Year 2014/15 | | | | | | | | | Budget Year +1 2015/16 | Budget Year +2 2016/17 |
|--|-----|---------------------|-------------------|-----------------|-----------------------|---------------------|-----------------------|-------------------|----------------|--------------------|---------------------------|---------------------------|
| | | Original Budget | Prior Adjusted | Accum. Funds | Multi-year capital | Unfore. Unavoid. | Nat. or Prov. Govt | Other Adjusts. | Total Adjusts. | Adjusted Budget | Adjusted Budget | Adjusted Budget |
| | | 5 | 6 | 7 | 8 | 9 | 10 | 11 | 12 | 13 | 14 | 15 |
| R thousands | 1,4 | A | A1 | B | C | D | E | F | G | H | | |
| Revenue - Standard | | | | | | | | | | | | |
| <i>Governance and administration</i> | | 219 754 | - | - | - | - | - | 38 684 | 38 684 | 258 437 | 206 938 | 208 160 |
| Executive and council | | - | - | - | - | - | - | - | - | - | - | - |
| Budget and treasury office | | 219 387 | - | - | - | - | - | 38 654 | 38 654 | 258 041 | 206 550 | 207 748 |
| Corporate services | | 367 | - | - | - | - | - | 30 | 30 | 397 | 389 | 412 |
| <i>Community and public safety</i> | | 658 | - | - | - | - | - | - | - | 658 | 682 | 721 |
| Community and social services | | 340 | - | - | - | - | - | - | - | 340 | 345 | 364 |
| Sport and recreation | | - | - | - | - | - | - | - | - | - | - | - |
| Public safety | | 318 | - | - | - | - | - | - | - | 318 | 337 | 357 |
| Housing | | - | - | - | - | - | - | - | - | - | - | - |
| Health | | - | - | - | - | - | - | - | - | - | - | - |
| <i>Economic and environmental services</i> | | 49 125 | - | - | - | - | - | 3 396 | 3 396 | 52 521 | 51 583 | 53 889 |
| Planning and development | | 585 | - | - | - | - | - | - | - | 585 | 606 | 649 |
| Road transport | | 48 540 | - | - | - | - | - | 105 | 105 | 48 646 | 50 977 | 53 240 |
| Environmental protection | | - | - | - | - | - | - | 3 290 | 3 290 | 3 290 | - | - |
| <i>Trading services</i> | | 105 103 | - | - | - | - | - | (11 756) | (11 756) | 93 348 | 73 239 | 69 960 |
| Electricity | | 102 903 | - | - | - | - | - | (11 756) | (11 756) | 91 148 | 71 967 | 68 612 |
| Water | | - | - | - | - | - | - | - | - | - | - | - |
| Waste water management | | - | - | - | - | - | - | - | - | - | - | - |
| Waste management | | 2 200 | - | - | - | - | - | - | - | 2 200 | 1 272 | 1 348 |
| <i>Other</i> | | - | - | - | - | - | - | - | - | - | - | - |
| Total Revenue - Standard | 2 | 374 640 | - | - | - | - | - | 30 324 | 30 324 | 404 963 | 332 443 | 332 730 |
| Expenditure - Standard | | | | | | | | | | | | |
| <i>Governance and administration</i> | | 143 881 | - | - | - | - | - | 7 153 | 7 153 | 151 034 | 148 375 | 154 997 |
| Executive and council | | 54 552 | - | - | - | - | - | 1 238 | 1 238 | 55 790 | 56 779 | 60 202 |
| Budget and treasury office | | 53 865 | - | - | - | - | - | 6 352 | 6 352 | 60 217 | 54 890 | 55 990 |
| Corporate services | | 35 464 | - | - | - | - | - | (437) | (437) | 35 027 | 36 706 | 38 805 |
| <i>Community and public safety</i> | | 24 091 | - | - | - | - | - | (1 606) | (1 606) | 22 486 | 24 009 | 25 453 |
| Community and social services | | 19 639 | - | - | - | - | - | (2 753) | (2 753) | 17 086 | 21 037 | 22 321 |
| Sport and recreation | | 105 | - | - | - | - | - | - | - | 105 | 111 | 117 |
| Public safety | | 4 147 | - | - | - | - | - | 1 148 | 1 148 | 5 294 | 2 861 | 3 016 |
| Housing | | - | - | - | - | - | - | - | - | - | - | - |
| Health | | - | - | - | - | - | - | - | - | - | - | - |
| <i>Economic and environmental services</i> | | 114 341 | - | - | - | - | - | 24 500 | 24 500 | 138 841 | 93 518 | 98 330 |
| Planning and development | | 14 685 | - | - | - | - | - | (164) | (164) | 14 521 | 15 419 | 16 458 |
| Road transport | | 98 634 | - | - | - | - | - | 21 124 | 21 124 | 119 758 | 77 022 | 80 737 |
| Environmental protection | | 1 022 | - | - | - | - | - | 3 540 | 3 540 | 4 562 | 1 077 | 1 135 |
| <i>Trading services</i> | | 126 220 | - | - | - | - | - | 487 | 487 | 126 706 | 79 793 | 76 874 |
| Electricity | | 111 328 | - | - | - | - | - | 1 898 | 1 898 | 113 226 | 65 060 | 61 249 |
| Water | | - | - | - | - | - | - | - | - | - | - | - |
| Waste water management | | - | - | - | - | - | - | - | - | - | - | - |
| Waste management | | 14 892 | - | - | - | - | - | (1 411) | (1 411) | 13 480 | 14 733 | 15 625 |
| <i>Other</i> | | - | - | - | - | - | - | - | - | - | - | - |
| Total Expenditure - Standard | 3 | 408 533 | - | - | - | - | - | 30 534 | 30 534 | 439 067 | 345 694 | 355 654 |
| Surplus/ (Deficit) for the year | | (33 893) | - | - | - | - | - | (210) | (210) | (34 103) | (13 252) | (22 924) |

Table B3 Adjustments budgets Financial Performance (revenue and expenditure by municipal vote)

EC443 Mbizana - Table B3 Adjustments Budget Financial Performance (revenue and expenditure by municipal vote) - 27 February 2015

| EC443 Mbizana - Table B3 Adjustments Budget Financial Performance (revenue and expenditure by municipal vote) - 27 February 2015 | | | | | | | | | | | | |
|--|-----|---------------------|-------------------|-----------------|-----------------------|---------------------|-----------------------|-------------------|----------------|--------------------|---------------------------|---------------------------|
| Vote Description <i>(Insert departmental structure etc)</i> | Ref | Budget Year 2014/15 | | | | | | | | | Budget Year +1 2015/16 | Budget Year +2 2016/17 |
| | | Original Budget | Prior Adjusted | Accum. Funds | Multi-year capital | Unfore. Unavoid. | Nat. or Prov. Govt | Other Adjusts. | Total Adjusts. | Adjusted Budget | Adjusted Budget | Adjusted Budget |
| | | A | 3 A1 | 4 B | 5 C | 6 D | 7 E | 8 F | 9 G | 10 H | | |
| R thousands | | | | | | | | | | | | |
| Revenue by Vote | 1 | | | | | | | | | | | |
| Vote 1 - EXECUTIVE & COUNCIL | | - | - | - | - | - | - | - | - | - | - | - |
| Vote 2 - BUDGET & TREASURY | | 219 387 | - | - | - | - | - | 38 654 | 38 654 | 258 041 | 206 550 | 207 748 |
| Vote 3 - CORPORATE SERVICES | | 367 | - | - | - | - | - | 30 | 30 | 397 | 389 | 412 |
| Vote 4 - COMMUNITY & SOCIAL SERVICES | | 5 691 | - | - | - | - | - | 3 290 | 3 290 | 8 981 | 4 958 | 5 253 |
| Vote 5 - ENGINEERING SERVICES | | 148 998 | - | - | - | - | - | (11 650) | (11 650) | 137 348 | 120 352 | 119 104 |
| Vote 6 - DEVELOPMENT PLANNING | | 197 | - | - | - | - | - | - | - | 197 | 195 | 213 |
| Vote 7 - [NAME OF VOTE 7] | | - | - | - | - | - | - | - | - | - | - | - |
| Vote 8 - [NAME OF VOTE 8] | | - | - | - | - | - | - | - | - | - | - | - |
| Vote 9 - [NAME OF VOTE 9] | | - | - | - | - | - | - | - | - | - | - | - |
| Vote 10 - [NAME OF VOTE 10] | | - | - | - | - | - | - | - | - | - | - | - |
| Vote 11 - [NAME OF VOTE 11] | | - | - | - | - | - | - | - | - | - | - | - |
| Vote 12 - [NAME OF VOTE 12] | | - | - | - | - | - | - | - | - | - | - | - |
| Vote 13 - [NAME OF VOTE 13] | | - | - | - | - | - | - | - | - | - | - | - |
| Vote 14 - [NAME OF VOTE 14] | | - | - | - | - | - | - | - | - | - | - | - |
| Vote 15 - [NAME OF VOTE 15] | | - | - | - | - | - | - | - | - | - | - | - |
| Total Revenue by Vote | 2 | 374 640 | - | - | - | - | - | 30 324 | 30 324 | 404 963 | 332 443 | 332 730 |
| Expenditure by Vote | 1 | | | | | | | | | | | |
| Vote 1 - EXECUTIVE & COUNCIL | | 54 552 | - | - | - | - | - | 1 238 | 1 238 | 55 790 | 56 779 | 60 202 |
| Vote 2 - BUDGET & TREASURY | | 53 865 | - | - | - | - | - | 6 352 | 6 352 | 60 217 | 54 890 | 55 990 |
| Vote 3 - CORPORATE SERVICES | | 34 720 | - | - | - | - | - | (77) | (77) | 34 643 | 36 706 | 38 805 |
| Vote 4 - COMMUNITY & SOCIAL SERVICES | | 41 462 | - | - | - | - | - | (447) | (447) | 41 015 | 41 743 | 44 242 |
| Vote 5 - ENGINEERING SERVICES | | 210 643 | - | - | - | - | - | 24 952 | 24 952 | 235 595 | 141 627 | 141 506 |
| Vote 6 - DEVELOPMENT PLANNING | | 13 291 | - | - | - | - | - | (1 484) | (1 484) | 11 807 | 13 950 | 14 909 |
| Vote 7 - [NAME OF VOTE 7] | | - | - | - | - | - | - | - | - | - | - | - |
| Vote 8 - [NAME OF VOTE 8] | | - | - | - | - | - | - | - | - | - | - | - |
| Vote 9 - [NAME OF VOTE 9] | | - | - | - | - | - | - | - | - | - | - | - |
| Vote 10 - [NAME OF VOTE 10] | | - | - | - | - | - | - | - | - | - | - | - |
| Vote 11 - [NAME OF VOTE 11] | | - | - | - | - | - | - | - | - | - | - | - |
| Vote 12 - [NAME OF VOTE 12] | | - | - | - | - | - | - | - | - | - | - | - |
| Vote 13 - [NAME OF VOTE 13] | | - | - | - | - | - | - | - | - | - | - | - |
| Vote 14 - [NAME OF VOTE 14] | | - | - | - | - | - | - | - | - | - | - | - |
| Vote 15 - [NAME OF VOTE 15] | | - | - | - | - | - | - | - | - | - | - | - |
| Total Expenditure by Vote | 2 | 408 533 | - | - | - | - | - | 30 534 | 30 534 | 439 067 | 345 694 | 355 654 |
| Surplus/ (Deficit) for the year | 2 | (33 893) | - | - | - | - | - | (210) | (210) | (34 103) | (13 252) | (22 924) |

Table B4 Adjustments budget Financial Performance (revenue and expenditure)

EC443 Mbizana - Table B4 Adjustments Budget Financial Performance (revenue and expenditure) - 27 February 2015

| Description | Ref | Budget Year 2014/15 | | | | | | | | | Budget Year +1 2015/16 | Budget Year +2 2016/17 |
|--|-----|---------------------|-------------------|-----------------|-----------------------|---------------------|-----------------------|-------------------|----------------|--------------------|---------------------------|---------------------------|
| | | Original Budget | Prior Adjusted | Accum. Funds | Multi-year capital | Unfore. Unavoid. | Nat. or Prov. Govt | Other Adjusts. | Total Adjusts. | Adjusted Budget | Adjusted Budget | Adjusted Budget |
| R thousands | 1 | A | 3 A1 | 4 B | 5 C | 6 D | 7 E | 8 F | 9 G | 10 H | | |
| Revenue By Source | | | | | | | | | | | | |
| Property rates | 2 | 15 000 | - | - | - | - | - | - | - | 15 000 | 15 900 | 16 854 |
| Property rates - penalties & collection charges | | | | | | | | | | | | |
| Service charges - electricity revenue | 2 | 33 328 | - | - | - | - | - | (12 616) | (12 616) | 20 712 | 35 781 | 38 414 |
| Service charges - water revenue | 2 | - | - | - | - | - | - | - | - | - | - | - |
| Service charges - sanitation revenue | 2 | - | - | - | - | - | - | - | - | - | - | - |
| Service charges - refuse revenue | 2 | 1 200 | - | - | - | - | - | - | - | 1 200 | 1 272 | 1 348 |
| Service charges - other | | 11 | | | | | | | | 11 | 12 | 13 |
| Rental of facilities and equipment | | 729 | | | | | | 50 | 50 | 779 | 773 | 819 |
| Interest earned - external investments | | 5 026 | | | | | | 2 000 | 2 000 | 7 026 | 5 328 | 5 648 |
| Interest earned - outstanding debtors | | 97 | | | | | | 20 | 20 | 117 | 103 | 109 |
| Dividends received | | | | | | | | | | | | |
| Fines | | 527 | | | | | | 800 | 800 | 1 327 | 559 | 593 |
| Licences and permits | | 2 333 | | | | | | - | - | 2 333 | 2 473 | 2 622 |
| Agency services | | 849 | | | | | | 30 | 30 | 879 | 900 | 954 |
| Transfers recognised - operating | | 151 397 | | | | | | 3 290 | 3 290 | 154 687 | 187 245 | 187 250 |
| Other revenue | 2 | 97 000 | - | - | - | - | - | 36 644 | 36 644 | 133 644 | 1 242 | 1 317 |
| Gains on disposal of PPE | | | | | | | | | | | | |
| Total Revenue (excluding capital transfers and contributions) | | 307 497 | - | - | - | - | - | 30 218 | 30 218 | 337 716 | 251 587 | 255 940 |
| Expenditure By Type | | | | | | | | | | | | |
| Employee related costs | | 73 042 | - | - | - | - | - | (6 765) | (6 765) | 66 278 | 77 716 | 82 890 |
| Remuneration of councillors | | 18 466 | | | | | | - | - | 18 466 | 19 648 | 20 906 |
| Debt impairment | | 4 036 | | | | | | - | - | 4 036 | 4 036 | 4 036 |
| Depreciation & asset impairment | | 30 068 | - | - | - | - | - | - | - | 30 068 | 30 068 | 30 068 |
| Finance charges | | 1 350 | | | | | | - | - | 1 350 | 1 350 | 1 350 |
| Bulk purchases | | 22 152 | - | - | - | - | - | (1 682) | (1 682) | 20 471 | 22 121 | 23 904 |
| Other materials | | | | | | | | | | | | |
| Contracted services | | | | | | | | | | | | |
| Transfers and grants | | 3 500 | | | | | | - | - | 3 500 | 3 689 | 3 888 |
| Other expenditure | | 255 918 | - | - | - | - | - | 38 981 | 38 981 | 294 899 | 187 067 | 188 814 |
| Loss on disposal of PPE | | | | | | | | | | | | |
| Total Expenditure | | 408 533 | - | - | - | - | - | 30 534 | 30 534 | 439 067 | 345 694 | 355 654 |
| Surplus/(Deficit) | | (101 035) | - | - | - | - | - | (316) | (316) | (101 351) | (94 107) | (99 715) |
| Transfers recognised - capital | | 67 142 | | | | | | 105 | 105 | 67 248 | 80 855 | 76 790 |
| Contributions | | | | | | | | | | | | |
| Contributed assets | | | | | | | | | | | | |
| Surplus/(Deficit) before taxation | | (33 893) | - | - | - | - | - | (210) | (210) | (34 103) | (13 252) | (22 924) |
| Taxation | | | | | | | | | | | | |
| Surplus/(Deficit) after taxation | | (33 893) | - | - | - | - | - | (210) | (210) | (34 103) | (13 252) | (22 924) |
| Attributable to minorities | | | | | | | | | | | | |
| Surplus/(Deficit) attributable to municipality | | (33 893) | - | - | - | - | - | (210) | (210) | (34 103) | (13 252) | (22 924) |
| Share of surplus/ (deficit) of associate | | | | | | | | | | | | |
| Surplus/ (Deficit) for the year | | (33 893) | - | - | - | - | - | (210) | (210) | (34 103) | (13 252) | (22 924) |

Table B5 Adjustments Capital Expenditure Budget by vote and funding

EC443 Mbizana - Table B5 Adjustments Capital Expenditure Budget by vote and funding - 27 February 2015

| EC443 Mbizana - Table B5 Adjustments Capital Expenditure Budget by vote and funding - 27 February 2015 | | | | | | | | | | | | Budget Year +1 2015/16 | Budget Year +2 2016/17 |
|--|-----|---------------------|-------------------|-----------------|-----------------------|---------------------|-----------------------|-------------------|----------------|--------------------|--------------------|---------------------------|---------------------------|
| Description | Ref | Budget Year 2014/15 | | | | | | | | | | | |
| | | Original Budget | Prior Adjusted | Accum. Funds | Multi-year capital | Unfore. Unavoid. | Nat. or Prov. Govt | Other Adjusts. | Total Adjusts. | Adjusted Budget | Adjusted Budget | | |
| | | A | 5 A1 | 6 B | 7 C | 8 D | 9 E | 10 F | 11 G | 12 H | | | |
| R thousands | | | | | | | | | | | | | |
| Capital expenditure - Vote | 2 | | | | | | | | | | | | |
| Multi-year expenditure to be adjusted | | | | | | | | | | | | | |
| Vote 1 - EXECUTIVE & COUNCIL | | - | - | - | | - | - | - | - | - | - | - | - |
| Vote 2 - BUDGET & TREASURY | | - | - | - | | - | - | - | - | - | - | - | - |
| Vote 3 - CORPORATE SERVICES | | - | - | - | | - | - | - | - | - | - | - | - |
| Vote 4 - COMMUNITY & SOCIAL SERVICES | | - | - | - | | - | - | - | - | - | - | - | - |
| Vote 5 - ENGINEERING SERVICES | | - | - | - | | - | - | - | - | - | - | - | - |
| Vote 6 - DEVELOPMENT PLANNING | | - | - | - | | - | - | - | - | - | - | - | - |
| Vote 7 - [NAME OF VOTE 7] | | - | - | - | | - | - | - | - | - | - | - | - |
| Vote 8 - [NAME OF VOTE 8] | | - | - | - | | - | - | - | - | - | - | - | - |
| Vote 9 - [NAME OF VOTE 9] | | - | - | - | | - | - | - | - | - | - | - | - |
| Vote 10 - [NAME OF VOTE 10] | | - | - | - | | - | - | - | - | - | - | - | - |
| Vote 11 - [NAME OF VOTE 11] | | - | - | - | | - | - | - | - | - | - | - | - |
| Vote 12 - [NAME OF VOTE 12] | | - | - | - | | - | - | - | - | - | - | - | - |
| Vote 13 - [NAME OF VOTE 13] | | - | - | - | | - | - | - | - | - | - | - | - |
| Vote 14 - [NAME OF VOTE 14] | | - | - | - | | - | - | - | - | - | - | - | - |
| Vote 15 - [NAME OF VOTE 15] | | - | - | - | | - | - | - | - | - | - | - | - |
| Capital multi-year expenditure sub-total | 3 | - | - | - | - | - | - | - | - | - | - | - | |
| Single-year expenditure to be adjusted | 2 | | | | | | | | | | | | |
| Vote 1 - EXECUTIVE & COUNCIL | | 1 000 | - | - | - | - | - | - | - | 1 000 | - | - | |
| Vote 2 - BUDGET & TREASURY | | - | - | - | - | - | - | - | - | 6 100 | 6 429 | 6 777 | |
| Vote 3 - CORPORATE SERVICES | | 6 100 | - | - | - | - | - | - | - | 4 585 | 4 197 | 4 424 | |
| Vote 4 - COMMUNITY & SOCIAL SERVICES | | 5 045 | - | - | - | - | - | - | (460) | (460) | 173 493 | 84 578 | 80 715 |
| Vote 5 - ENGINEERING SERVICES | | 157 113 | - | - | - | - | - | - | 16 381 | 16 381 | 2 164 | 2 280 | 2 538 |
| Vote 6 - DEVELOPMENT PLANNING | | 2 164 | - | - | - | - | - | - | - | - | - | - | - |
| Vote 7 - [NAME OF VOTE 7] | | - | - | - | - | - | - | - | - | - | - | - | - |
| Vote 8 - [NAME OF VOTE 8] | | - | - | - | - | - | - | - | - | - | - | - | - |
| Vote 9 - [NAME OF VOTE 9] | | - | - | - | - | - | - | - | - | - | - | - | - |
| Vote 10 - [NAME OF VOTE 10] | | - | - | - | - | - | - | - | - | - | - | - | - |
| Vote 11 - [NAME OF VOTE 11] | | - | - | - | - | - | - | - | - | - | - | - | - |
| Vote 12 - [NAME OF VOTE 12] | | - | - | - | - | - | - | - | - | - | - | - | - |
| Vote 13 - [NAME OF VOTE 13] | | - | - | - | - | - | - | - | - | - | - | - | - |
| Vote 14 - [NAME OF VOTE 14] | | - | - | - | - | - | - | - | - | - | - | - | - |
| Vote 15 - [NAME OF VOTE 15] | | - | - | - | - | - | - | - | - | - | - | - | - |
| Capital single-year expenditure sub-total | | | 171 421 | - | - | - | - | - | 15 921 | 15 921 | 187 342 | 97 485 | 94 453 |
| Total Capital Expenditure - Vote | | 171 421 | - | - | - | - | - | 15 921 | 15 921 | 187 342 | 97 485 | 94 453 | |
| Capital Expenditure - Standard | | | | | | | | | | | | | |
| Governance and administration | | 7 844 | - | - | - | - | - | (360) | (360) | 7 484 | 6 429 | 6 777 | |
| Executive and council | | 1 000 | - | - | - | - | - | - | - | 1 000 | - | - | |
| Budget and treasury office | | - | - | - | - | - | - | - | - | - | - | - | |
| Corporate services | | 6 844 | - | - | - | - | - | (360) | (360) | 6 484 | 6 429 | 6 777 | |
| Community and public safety | | 4 085 | - | - | - | - | - | 900 | 900 | 4 985 | 2 796 | 2 947 | |
| Community and social services | | 2 439 | - | - | - | - | - | (250) | (250) | 2 189 | 2 570 | 2 709 | |
| Sport and recreation | | - | - | - | - | - | - | - | - | - | - | - | |
| Public safety | | 1 647 | - | - | - | - | - | 1 150 | 1 150 | 2 797 | 226 | 238 | |
| Housing | | - | - | - | - | - | - | - | - | - | - | - | |
| Health | | - | - | - | - | - | - | - | - | - | - | - | |
| Economic and environmental services | | 72 895 | - | - | - | - | - | 13 381 | 13 381 | 86 275 | 49 838 | 52 177 | |
| Planning and development | | 2 164 | - | - | - | - | - | - | - | 2 164 | 2 280 | 2 538 | |
| Road transport | | 70 731 | - | - | - | - | - | 13 381 | 13 381 | 84 112 | 47 558 | 49 639 | |
| Environmental protection | | - | - | - | - | - | - | - | - | - | - | - | |
| Trading services | | 86 597 | - | - | - | - | - | 2 000 | 2 000 | 88 597 | 38 421 | 32 552 | |
| Electricity | | 84 700 | - | - | - | - | - | 2 000 | 2 000 | 86 700 | 36 422 | 30 444 | |
| Water | | - | - | - | - | - | - | - | - | - | - | - | |
| Waste water management | | - | - | - | - | - | - | - | - | 1 897 | 2 000 | 2 108 | |
| Waste management | | 1 897 | - | - | - | - | - | - | - | - | - | - | |
| Other | | - | - | - | - | - | - | - | - | - | - | - | |
| Total Capital Expenditure - Standard | 3 | 171 421 | - | - | - | - | - | 15 921 | 15 921 | 187 342 | 97 485 | 94 453 | |
| Funded by: | | | | | | | | | | | | | |
| National Government | | 67 142 | - | - | - | - | - | 105 | 105 | 67 248 | 80 855 | 76 790 | |
| Provincial Government | | - | - | - | - | - | - | - | - | - | - | - | |
| District Municipality | | - | - | - | - | - | - | - | - | - | - | - | |
| Other transfers and grants | | - | - | - | - | - | - | - | - | - | - | - | |
| Total Capital transfers recognised | 4 | 67 142 | - | - | - | - | - | 105 | 105 | 67 248 | 80 855 | 76 790 | |
| Public contributions & donations | | - | - | - | - | - | - | - | - | 45 000 | - | - | |
| Borrowing | | 45 000 | - | - | - | - | - | 15 815 | 15 815 | 75 094 | 16 630 | 17 663 | |
| Internally generated funds | | 59 279 | - | - | - | - | - | - | - | - | - | - | |
| Total Capital Funding | | 171 421 | - | - | - | - | - | 15 921 | 15 921 | 187 342 | 97 485 | 94 453 | |

Table B6 Adjustments budget Financial Position

EC443 Mbizana - Table B6 Adjustments Budget Financial Position - 27 February 2015

| Description | Ref | Budget Year 2014/15 | | | | | | | | | Budget Year +1 2015/16 | Budget Year +2 2016/17 |
|--|-----|---------------------|-------------------|-----------------|-----------------------|---------------------|-----------------------|-------------------|-----------------|--------------------|---------------------------|---------------------------|
| | | Original Budget | Prior Adjusted | Accum. Funds | Multi-year capital | Unfore. Unavoid. | Nat. or Prov. Govt | Other Adjusts. | Total Adjusts. | Adjusted Budget | Adjusted Budget | Adjusted Budget |
| | | A | 3 A1 | 4 B | 5 C | 6 D | 7 E | 8 F | 9 G | 10 H | | |
| R thousands | | | | | | | | | | | | |
| ASSETS | | | | | | | | | | | | |
| Current assets | | | | | | | | | | | | |
| Cash | | 1 751 | | | | | | | - | 1 751 | 1 751 | 1 751 |
| Call investment deposits | 1 | 55 434 | - | - | - | - | - | (36 970) | (36 970) | 18 464 | 55 434 | 75 434 |
| Consumer debtors | 1 | 9 599 | - | - | - | - | - | - | - | 9 599 | 9 599 | 9 599 |
| Other debtors | | 2 882 | | | | | | | - | 2 882 | 1 609 | 965 |
| Current portion of long-term receivables | | 1 495 | | | | | | | - | 1 495 | 1 495 | 1 495 |
| Inventory | | 347 | | | | | | | - | 347 | 347 | 347 |
| Total current assets | | 71 507 | - | - | - | - | - | (36 970) | (36 970) | 34 537 | 70 234 | 89 590 |
| Non current assets | | | | | | | | | | | | |
| Long-term receivables | | | | | | | | | - | - | | |
| Investments | | | | | | | | | - | 5 544 | 5 544 | 5 544 |
| Investment property | | 5 544 | | | | | | | - | - | | |
| Investment in Associate | | | | | | | | | - | - | | |
| Property, plant and equipment | 1 | 446 241 | - | - | - | - | - | 15 921 | 15 921 | 462 161 | 513 658 | 578 044 |
| Agricultural | | | | | | | | | - | - | | |
| Biological | | | | | | | | | - | - | | |
| Intangible | | | | | | | | | - | - | | |
| Other non-current assets | | | | | | | | | - | - | | |
| Total non current assets | | 451 785 | - | - | - | - | - | 15 921 | 15 921 | 467 706 | 519 203 | 583 588 |
| TOTAL ASSETS | | 523 292 | - | - | - | - | - | (21 049) | (21 049) | 502 242 | 589 437 | 673 179 |
| LIABILITIES | | | | | | | | | | | | |
| Current liabilities | | | | | | | | | | | | |
| Bank overdraft | | | | | | | | | - | - | | |
| Borrowing | | - | - | - | - | - | - | - | - | - | | |
| Consumer deposits | | 403 | | | | | | | - | 403 | 403 | 403 |
| Trade and other payables | | 328 | - | - | - | - | - | - | - | 328 | 328 | 328 |
| Provisions | | 5 679 | | | | | | | - | 5 679 | 5 679 | 5 679 |
| Total current liabilities | | 6 410 | - | - | - | - | - | - | - | 6 410 | 6 410 | 6 410 |
| Non current liabilities | | | | | | | | | | | | |
| Borrowing | 1 | 57 552 | - | - | - | - | - | - | - | 57 552 | 31 902 | 12 552 |
| Provisions | 1 | - | - | - | - | - | - | - | - | - | - | - |
| Total non current liabilities | | 57 552 | - | - | - | - | - | - | - | 57 552 | 31 902 | 12 552 |
| TOTAL LIABILITIES | | 63 962 | - | - | - | - | - | - | - | 63 962 | 38 312 | 18 962 |
| NET ASSETS | 2 | 459 330 | - | - | - | - | - | (21 049) | (21 049) | 438 280 | 551 124 | 654 217 |
| COMMUNITY WEALTH/EQUITY | | | | | | | | | | | | |
| Accumulated Surplus/(Deficit) | | 403 896 | - | - | - | - | - | 15 921 | 15 921 | 419 817 | 495 691 | 578 783 |
| Reserves | | 55 434 | - | - | - | - | - | (36 970) | (36 970) | 18 464 | 55 434 | 75 434 |
| TOTAL COMMUNITY WEALTH/EQUITY | | 459 330 | - | - | - | - | - | (21 049) | (21 049) | 438 280 | 551 124 | 654 217 |

Table B7 Adjustments budget Cash Flows

EC443 Mbizana - Table B7 Adjustments Budget Cash Flows - 27 February 2015

| Description | Ref | Budget Year 2014/15 | | | | | | | | Budget Year +1 2015/16 | Budget Year +2 2016/17 |
|---|-----|---------------------|-------------------|-----------------|-----------------------|---------------------|-----------------------|-------------------|-----------------|---------------------------|---------------------------|
| | | Original Budget | Prior Adjusted | Accum. Funds | Multi-year capital | Unfore. Unavoid. | Nat. or Prov. Govt | Other Adjusts. | Total Adjusts. | Adjusted Budget | Adjusted Budget |
| | | A | 3 A1 | 4 B | 5 C | 6 D | 7 E | 8 F | 9 G | 10 H | |
| R thousands | | | | | | | | | | | |
| CASH FLOW FROM OPERATING ACTIVITIES | | | | | | | | | | | |
| Receipts | | | | | | | | | | | |
| Ratepayers and other | | 51 067 | | | | | | (11 736) | (11 736) | 39 332 | 54 585 |
| Government - operating | 1 | 151 397 | | | | | | 3 290 | 3 290 | 154 687 | 187 245 |
| Government - capital | 1 | 67 142 | | | | | | - | - | 67 142 | 80 855 |
| Interest | | 4 433 | | | | | | 2 020 | 2 020 | 6 453 | 4 699 |
| Dividends | | | | | | | | | | - | |
| Payments | | | | | | | | | | | |
| Suppliers and employees | | (198 158) | | | | | | (20 863) | (20 863) | (219 021) | (187 890) |
| Finance charges | | (1 350) | | | | | | - | - | (1 350) | (1 350) |
| Transfers and Grants | 1 | (3 500) | | | | | | - | - | (3 500) | (3 689) |
| NET CASH FROM/(USED) OPERATING ACTIVITIES | | 71 032 | - | - | - | - | - | (27 289) | (27 289) | 43 743 | 134 455 |
| CASH FLOWS FROM INVESTING ACTIVITIES | | | | | | | | | | | |
| Receipts | | | | | | | | | | | |
| Proceeds on disposal of PPE | | | | | | | | | - | - | |
| Decrease (increase) in non-current debtors | | | | | | | | | - | - | |
| Decrease (increase) other non-current receivables | | | | | | | | | - | - | |
| Decrease (increase) in non-current investments | | | | | | | | | - | - | |
| Payments | | | | | | | | | | | |
| Capital assets | | (171 421) | | | | | | (15 921) | (15 921) | (187 342) | (97 485) |
| NET CASH FROM/(USED) INVESTING ACTIVITIES | | (171 421) | - | - | - | - | - | (15 921) | (15 921) | (187 342) | (97 485) |
| CASH FLOWS FROM FINANCING ACTIVITIES | | | | | | | | | | | |
| Receipts | | | | | | | | | | | |
| Short term loans | | 45 000 | | | | | | | - | - | |
| Borrowing long term/refinancing | | | | | | | | | - | 45 000 | |
| Increase (decrease) in consumer deposits | | | | | | | | | - | - | |
| Payments | | | | | | | | | | | |
| Repayment of borrowing | | | | | | | | | - | - | |
| NET CASH FROM/(USED) FINANCING ACTIVITIES | | 45 000 | - | - | - | - | - | - | - | 45 000 | - |
| NET INCREASE/ (DECREASE) IN CASH HELD | | (55 390) | - | - | - | - | - | (43 209) | (43 209) | (98 599) | 36 970 |
| Cash/cash equivalents at the year begin: | 2 | 118 814 | | | | | | | - | 118 814 | 20 214 |
| Cash/cash equivalents at the year end: | 2 | 63 424 | | | | | | (43 209) | | 20 214 | 57 184 |

Table B8 Cash backed reserves/accumulated surplus reconciliation

EC443 Mbizana - Table B8 Cash backed reserves/accumulated surplus reconciliation - 27 February 2015

| EC443 Molizana - Table B6 Cash backed reserves/accumulated surplus reconciliation - 27 February 2016 | | | | | | | | | | | | |
|--|-----|---------------------|-------------------|-----------------|-----------------------|---------------------|-----------------------|-------------------|----------------|--------------------|---------------------------|---------------------------|
| Description | Ref | Budget Year 2014/15 | | | | | | | | | Budget Year +1 2015/16 | Budget Year +2 2016/17 |
| | | Original Budget | Prior Adjusted | Accum. Funds | Multi-year capital | Unfore. Unavoid. | Nat. or Prov. Govt | Other Adjusts. | Total Adjusts. | Adjusted Budget | Adjusted Budget | Adjusted Budget |
| | | A | 3 A1 | 4 B | 5 C | 6 D | 7 E | 8 F | 9 G | 10 H | | |
| R thousands | | | | | | | | | | | | |
| <u>Cash and investments available</u> | | | | | | | | | | | | |
| Cash/cash equivalents at the year end | 1 | 63 424 | - | - | - | - | - | (43 209) | (43 209) | 20 214 | 57 184 | 77 184 |
| Other current investments > 90 days | | (6 239) | - | - | - | - | - | 6 239 | 6 239 | - | - | - |
| Non current assets - Investments | 1 | - | - | - | - | - | - | - | - | - | - | - |
| Cash and investments available: | | 57 184 | - | - | - | - | - | (36 970) | (36 970) | 20 214 | 57 184 | 77 184 |
| <u>Applications of cash and investments</u> | | | | | | | | | | | | |
| Unspent conditional transfers | | - | - | - | - | - | - | - | - | - | - | - |
| Unspent borrowing | | - | - | - | - | - | - | - | - | - | - | - |
| Statutory requirements | | - | - | - | - | - | - | - | - | - | - | - |
| Other working capital requirements | 2 | (3 890) | - | - | - | - | - | 1 430 | 1 430 | (2 461) | (10 038) | (9 449) |
| Other provisions | | - | - | - | - | - | - | - | - | - | - | - |
| Long term investments committed | | - | - | - | - | - | - | - | - | - | - | - |
| Reserves to be backed by cash/investments | | 55 434 | - | - | - | - | - | (36 970) | (36 970) | 18 464 | 55 434 | 75 434 |
| Total Application of cash and investments: | | 51 543 | - | - | - | - | - | (35 540) | (35 540) | 16 003 | 45 396 | 65 985 |
| Surplus(shortfall) | | 5 641 | - | - | - | - | - | (1 430) | (1 430) | 4 211 | 11 789 | 11 200 |

Table B9 Asset Management

EC443 Mbizana - Table B9 Asset Management - 27 February 2015

| EC443 Mbizana - Table B9 Asset Management - 27 February 2015 | | | | | | | | | | | | Budget Year +1 2015/16 | Budget Year +2 2016/17 |
|--|-----|---------------------|-------------------|-----------------|-----------------------|---------------------|-----------------------|-------------------|----------------|--------------------|--------------------|---------------------------|---------------------------|
| Description | Ref | Budget Year 2014/15 | | | | | | | | | Adjusted Budget | Adjusted Budget | |
| | | Original Budget | Prior Adjusted | Accum. Funds | Multi-year capital | Unfore. Unavoid. | Nat. or Prov. Govt | Other Adjusts. | Total Adjusts. | Adjusted Budget | | | |
| | | A | A1 | B | C | D | E | F | G | H | | | |
| R thousands | | | | | | | | | | | | | |
| CAPITAL EXPENDITURE | | | | | | | | | | | | | |
| Total New Assets to be adjusted | 1 | 171 421 | - | - | - | - | - | 15 921 | 15 921 | 187 342 | 97 485 | 94 453 | |
| Infrastructure - Road transport | | 58 167 | - | - | - | - | - | 11 581 | 11 581 | 69 748 | 44 855 | 46 790 | |
| Infrastructure - Electricity | | 85 413 | - | - | - | - | - | 3 000 | 3 000 | 88 413 | 36 000 | 30 000 | |
| Infrastructure - Water | | - | - | - | - | - | - | - | - | - | - | - | |
| Infrastructure - Sanitation | | - | - | - | - | - | - | - | - | - | - | - | |
| Infrastructure - Other | | 4 900 | - | - | - | - | - | 1 000 | 1 000 | 5 900 | 4 110 | 4 332 | |
| Infrastructure | | 148 480 | - | - | - | - | - | 15 581 | 15 581 | 164 061 | 84 966 | 81 123 | |
| Community | | 6 813 | - | - | - | - | - | (5 100) | (5 100) | 1 713 | 1 574 | 1 659 | |
| Heritage assets | | - | - | - | - | - | - | - | - | - | - | - | |
| Investment properties | | - | - | - | - | - | - | - | - | - | - | - | |
| Other assets | 6 | 16 128 | - | - | - | - | - | 5 440 | 5 440 | 21 568 | 10 945 | 11 671 | |
| Agricultural Assets | | - | - | - | - | - | - | - | - | - | - | - | |
| Biological assets | | - | - | - | - | - | - | - | - | - | - | - | |
| Intangibles | | - | - | - | - | - | - | - | - | - | - | - | |
| Total Renewal of Existing Assets to be adjusted | 2 | - | - | - | - | - | - | - | - | - | - | - | |
| Infrastructure - Road transport | | - | - | - | - | - | - | - | - | - | - | - | |
| Infrastructure - Electricity | | - | - | - | - | - | - | - | - | - | - | - | |
| Infrastructure - Water | | - | - | - | - | - | - | - | - | - | - | - | |
| Infrastructure - Sanitation | | - | - | - | - | - | - | - | - | - | - | - | |
| Infrastructure - Other | | - | - | - | - | - | - | - | - | - | - | - | |
| Infrastructure | | - | - | - | - | - | - | - | - | - | - | - | |
| Community | | - | - | - | - | - | - | - | - | - | - | - | |
| Heritage assets | | - | - | - | - | - | - | - | - | - | - | - | |
| Investment properties | | - | - | - | - | - | - | - | - | - | - | - | |
| Other assets | 6 | - | - | - | - | - | - | - | - | - | - | - | |
| Agricultural Assets | | - | - | - | - | - | - | - | - | - | - | - | |
| Biological assets | | - | - | - | - | - | - | - | - | - | - | - | |
| Intangibles | | - | - | - | - | - | - | - | - | - | - | - | |
| Total Capital Expenditure to be adjusted | 4 | - | - | - | - | - | - | - | - | - | - | - | |
| Infrastructure - Road transport | | 58 167 | - | - | - | - | - | 11 581 | 11 581 | 69 748 | 44 855 | 46 790 | |
| Infrastructure - Electricity | | 85 413 | - | - | - | - | - | 3 000 | 3 000 | 88 413 | 36 000 | 30 000 | |
| Infrastructure - Water | | - | - | - | - | - | - | - | - | - | - | - | |
| Infrastructure - Sanitation | | - | - | - | - | - | - | - | - | - | - | - | |
| Infrastructure - Other | | 4 900 | - | - | - | - | - | 1 000 | 1 000 | 5 900 | 4 110 | 4 332 | |
| Infrastructure | | 148 480 | - | - | - | - | - | 15 581 | 15 581 | 164 061 | 84 966 | 81 123 | |
| Community | | 6 813 | - | - | - | - | - | (5 100) | (5 100) | 1 713 | 1 574 | 1 659 | |
| Heritage assets | | - | - | - | - | - | - | - | - | - | - | - | |
| Investment properties | | - | - | - | - | - | - | - | - | - | - | - | |
| Other assets | 6 | 16 128 | - | - | - | - | - | 5 440 | 5 440 | 21 568 | 10 945 | 11 671 | |
| Agricultural Assets | | - | - | - | - | - | - | - | - | - | - | - | |
| Biological assets | | - | - | - | - | - | - | - | - | - | - | - | |
| Intangibles | | - | - | - | - | - | - | - | - | - | - | - | |
| TOTAL CAPITAL EXPENDITURE to be adjusted | 2 | 171 421 | - | - | - | - | - | 15 921 | 15 921 | 187 342 | 97 485 | 94 453 | |
| ASSET REGISTER SUMMARY - PPE (WDV) | | | | | | | | | | | | | |
| Infrastructure - Road transport | 5 | 212 948 | - | - | - | - | - | - | - | 212 948 | 257 804 | 304 594 | |
| Infrastructure - Electricity | | 139 347 | - | - | - | - | - | - | - | 139 347 | 175 347 | 205 347 | |
| Infrastructure - Water | | - | - | - | - | - | - | - | - | - | - | - | |
| Infrastructure - Sanitation | | - | - | - | - | - | - | - | - | - | - | - | |
| Infrastructure - Other | | 4 900 | - | - | - | - | - | - | - | 4 900 | 9 010 | 13 343 | |
| Infrastructure | | 357 195 | - | - | - | - | - | - | - | 357 195 | 442 161 | 523 284 | |
| Community | | 47 302 | - | - | - | - | - | - | - | 47 302 | 48 876 | 50 536 | |
| Heritage assets | | - | - | - | - | - | - | - | - | - | - | - | |
| Investment properties | | 6 870 | - | - | - | - | - | 672 | 672 | 7 542 | 8 297 | 9 126 | |
| Other assets | | 66 267 | - | - | - | - | - | - | - | 66 267 | 77 212 | 88 983 | |
| Intangibles | | - | - | - | - | - | - | - | - | - | - | - | |
| Agricultural Assets | | - | - | - | - | - | - | - | - | - | - | - | |
| Biological assets | | - | - | - | - | - | - | - | - | - | - | - | |
| TOTAL ASSET REGISTER SUMMARY - PPE (WDV) | 5 | 477 634 | - | - | - | - | - | 672 | 672 | 478 306 | 576 546 | 671 829 | |
| EXPENDITURE OTHER ITEMS | | | | | | | | | | | | | |
| Depreciation & asset impairment | | 30 068 | - | - | - | - | - | - | - | 30 068 | 30 068 | 30 068 | |
| Repairs and Maintenance by asset class | | 20 299 | - | - | - | - | - | 9 441 | 9 441 | 29 740 | 21 395 | 22 551 | |
| Infrastructure - Road transport | | 17 800 | - | - | - | - | - | 9 641 | 9 641 | 27 441 | 18 761 | 19 774 | |
| Infrastructure - Electricity | | 393 | - | - | - | - | - | (200) | (200) | 193 | 414 | 436 | |
| Infrastructure - Water | | - | - | - | - | - | - | - | - | - | - | - | |
| Infrastructure - Sanitation | | - | - | - | - | - | - | - | - | - | - | - | |
| Infrastructure - Other | | - | - | - | - | - | - | - | - | - | - | - | |
| Infrastructure | | 18 193 | - | - | - | - | - | 9 441 | 9 441 | 27 634 | 19 175 | 20 211 | |
| Community | | - | - | - | - | - | - | - | - | - | - | - | |
| Heritage assets | | - | - | - | - | - | - | - | - | - | - | - | |
| Investment properties | | - | - | - | - | - | - | - | - | - | - | - | |
| Other assets | 6 | 2 106 | - | - | - | - | - | - | - | 2 106 | 2 220 | 2 340 | |
| TOTAL EXPENDITURE OTHER ITEMS to be adjusted | | 50 367 | - | - | - | - | - | 9 441 | 9 441 | 59 808 | 51 463 | 52 618 | |
| % of capital exp on renewal of assets | | 0.0% | 0.0% | | | | | | | 0.0% | 0.0% | 0.0% | |
| Renewal of existing assets as % of deprecn | | 0.0% | 0.0% | | | | | | | 0.0% | 0.0% | 0.0% | |
| R&M as a % of PPE | | 4.2% | 0.0% | | | | | | | 6.2% | 3.7% | 3.4% | |
| Renewal and R&M as a % of PPE | | 4.2% | 0.0% | | | | | | | 6.2% | 3.7% | 3.4% | |

Table B10 Basic Service Delivery Measurement

EC443 Mbizana - Table B10 Basic service delivery measurement - 27 February 2015

| Description | Ref | Budget Year 2014/15 | | | | | | | | | Budget Year +1 2015/16 | Budget Year +2 2016/17 |
|--|-----|---------------------|----------------|--------------|-----------------------|---------------------|-----------------------|----------------|----------------|--------------------|---------------------------|---------------------------|
| | | Original Budget | Prior Adjusted | Accum. Funds | Multi-year capital | Unfore. Unavoid. | Nat. or Prov. Govt | Other Adjusts. | Total Adjusts. | Adjusted Budget | Adjusted Budget | Adjusted Budget |
| | | A | 7 A1 | 8 B | 9 C | 10 D | 11 E | 12 F | 13 G | 14 H | | |
| Household service targets | 1 | | | | | | | | | | | |
| Water: | | | | | | | | | | | | |
| Piped water inside dwelling | | | | | | | | | - | - | | |
| Piped water inside yard (but not in dwelling) | | | | | | | | | - | - | | |
| Using public tap (at least min.service level) | 2 | | | | | | | | - | - | | |
| Other water supply (at least min.service level) | | | | | | | | | - | - | | |
| Minimum Service Level and Above sub-total | | - | - | - | - | - | - | - | - | - | - | - |
| Using public tap (< min.service level) | 3 | | | | | | | | - | - | | |
| Other water supply (< min.service level) | 3,4 | | | | | | | | - | - | | |
| No water supply | | | | | | | | | - | - | | |
| Below Minimum Service Level sub-total | | - | - | - | - | - | - | - | - | - | - | - |
| Total number of households | 5 | - | - | - | - | - | - | - | - | - | - | - |
| Sanitation/sewerage: | | | | | | | | | | | | |
| Flush toilet (connected to sewerage) | | | | | | | | | - | - | | |
| Flush toilet (with septic tank) | | | | | | | | | - | - | | |
| Chemical toilet | | | | | | | | | - | - | | |
| Pit toilet (ventilated) | | | | | | | | | - | - | | |
| Other toilet provisions (> min.service level) | | | | | | | | | - | - | | |
| Minimum Service Level and Above sub-total | | - | - | - | - | - | - | - | - | - | - | - |
| Bucket toilet | | | | | | | | | - | - | | |
| Other toilet provisions (< min.service level) | | | | | | | | | - | - | | |
| No toilet provisions | | | | | | | | | - | - | | |
| Below Minimum Service Level sub-total | | - | - | - | - | - | - | - | - | - | - | - |
| Total number of households | 5 | - | - | - | - | - | - | - | - | - | - | - |
| Energy: | | | | | | | | | | | | |
| Electricity (at least min. service level) | | 200 | | | | | | | - | 200 | 200 | 200 |
| Electricity - prepaid (> min.service level) | | 22346 | | | | | | | - | 22 346 | 22346 | 22346 |
| Minimum Service Level and Above sub-total | | 22 546 | - | - | - | - | - | - | - | 22 546 | 22 546 | 22 546 |
| Electricity (< min.service level) | | | | | | | | | - | - | | |
| Electricity - prepaid (< min. service level) | | 6000 | | | | | | | - | 6 000 | 6000 | 6000 |
| Other energy sources | | 6 000 | | | | | | | - | 6 000 | 6 000 | 6 000 |
| Below Minimum Service Level sub-total | | 6 000 | - | - | - | - | - | - | - | 6 000 | 6 000 | 6 000 |
| Total number of households | 5 | 28 546 | - | - | - | - | - | - | - | 28 546 | 28 546 | 28 546 |
| Refuse: | | | | | | | | | | | | |
| Removed at least once a week (min.service) | | 800 | | | | | | | - | 800 | 875 | 875 |
| Minimum Service Level and Above sub-total | | 800 | - | - | - | - | - | - | - | 800 | 875 | 875 |
| Removed less frequently than once a week | | 157 | | | | | | | - | 157 | 201 | 201 |
| Using communal refuse dump | | 250 | | | | | | | - | 250 | 250 | 250 |
| Using own refuse dump | | 0 | | | | | | | - | 0 | 0 | 0 |
| Other rubbish disposal | | 3 | | | | | | | - | 3 | 3 | 3 |
| No rubbish disposal | | 47480 | | | | | | | - | 47 480 | 47361 | 47361 |
| Below Minimum Service Level sub-total | | 47 890 | - | - | - | - | - | - | - | 47 890 | 47 815 | 47 815 |
| Total number of households | 5 | 48 690 | - | - | - | - | - | - | - | 48 690 | 48 690 | 48 690 |
| Households receiving Free Basic Service | 15 | | | | | | | | | | | |
| Water (6 kilolitres per household per month) | | | | | | | | | - | - | | |
| Sanitation (free minimum level service) | | | | | | | | | - | - | | |
| Electricity/other energy (50kwh per household per month) | | 833 | | | | | | | - | 833 | 833 | 833 |
| Refuse (removed at least once a week) | | | | | | | | | - | - | | |
| Cost of Free Basic Services provided (R'000) | 16 | | | | | | | | | | | |
| Water (6 kilolitres per household per month) | | | | | | | | | - | - | | |
| Sanitation (free sanitation service) | | | | | | | | | - | - | | |
| Electricity/other energy (50kwh per household per month) | | 280 | | | | | | | - | 280 | 280 | 280 |
| Refuse (removed once a week) | | | | | | | | | - | - | | |
| Total cost of FBS provided (minimum social package) | | 280 | - | - | - | - | - | - | - | 280 | 280 | 280 |
| Highest level of free service provided | | | | | | | | | | | | |
| Property rates (R'000 value threshold) | | | | | | | | | - | - | | |
| Water (kilolitres per household per month) | | | | | | | | | - | - | | |
| Sanitation (kilolitres per household per month) | | | | | | | | | - | - | | |
| Sanitation (Rand per household per month) | | | | | | | | | - | - | | |
| Electricity (kw per household per month) | | 50 | | | | | | | - | 50 | 50 | 50 |
| Refuse (average litres per week) | | | | | | | | | - | - | | |
| Revenue cost of free services provided (R'000) | 17 | | | | | | | | | | | |
| Property rates (R15 000 threshold rebate) | | | | | | | | | - | - | | |
| Property rates (other exemptions, reductions and rebates) | | | | | | | | | - | - | | |
| Water | | | | | | | | | - | - | | |
| Sanitation | | | | | | | | | - | - | | |
| Electricity/other energy | | | | | | | | | - | - | | |
| Refuse | | | | | | | | | - | - | | |
| Municipal Housing - rental rebates | | | | | | | | | - | - | | |
| Housing - top structure subsidies | 6 | | | | | | | | - | - | | |
| Other | | | | | | | | | - | - | | |
| Total revenue cost of free services provided (total social p | | - | - | - | - | - | - | - | - | - | - | - |

PART 2 SUPPORTING DOCUMENTATION

6. Adjustments to budget assumptions

No adjustments have to been made to the budget assumptions. The assumptions as utilised in the original annual budget have remained the same.

7. Adjustments to Budget Funding

The municipality's budgets are to a large extent funded out of the grant funding. The municipality generates it own funding to a lesser extent. In this adjustments budget, a consideration has been given to the own revenue generated from Electricity, Interest on short term investments as well as other revenues. Generally there has been a revision up of the revenue to be generated from these streams.

Electricity distribution on the other hand has demonstrated an inability to reach the targets as set and as such has been revised downwards by just above R4million.

The municipality has had to look into its reserves to establish how much can be extracted from there to ensure that the budget is appropriately funded or cash backed. A further R34 million has been made available to attend to the issues of service delivery, focusing on completing some of the projects that continue to drag from the previous financial periods.

8. Adjustments to expenditure on allocations and grant programmes

EC443 Mbizana - Supporting Table SB8 Adjustments Budget - expenditure on transfers and grant programme - 27 February 2015

| Description | Ref | Budget Year 2014/15 | | | | | | | Budget Year +1 2015/16 | Budget Year +2 2016/17 |
|---|-----|---------------------|---------------------|----------------------------|----------------------------|---------------------|---------------------|-------------------------|---------------------------|---------------------------|
| | | Original Budget | Prior Adjusted 2 | Multi-year capital 3 | Nat. or Prov. Govt 4 | Other Adjusts. 5 | Total Adjusts. 6 | Adjusted Budget 7 | Adjusted Budget | Adjusted Budget |
| R thousands | | A | A1 | B | C | D | E | F | | |
| EXPENDITURE ON TRANSFERS AND GRANT PROGRAM: | 1 | | | | | | | | | |
| Operating expenditure of Transfers and Grants | | | | | | | | | | |
| National Government: | | 173 185 | - | - | - | - | - | 173 185 | 221 129 | 214 406 |
| Local Government Equitable Share | | 145 251 | | | | | | 145 251 | 181 912 | 181 688 |
| Finance Management | | 1 600 | | | | | | 1 600 | 1 650 | 1 700 |
| Municipal Systems Improvement | | 934 | | | | | | 934 | 967 | 1 018 |
| EPWP Incentive | | 1 000 | | | | | | 1 000 | | |
| Integrated National Electrification Programme | | 24 400 | | | | | | 24 400 | 36 600 | 30 000 |
| Other transfers and grants [insert description] | | | | | | | | | | |
| Provincial Government: | | 362 | - | - | - | 3 290 | 3 290 | 3 652 | 355 | 381 |
| | | | | | | | | | | |
| | | | | | | | | | | |
| Various | | 362 | | | | 3 290 | 3 290 | 3 652 | 355 | 381 |
| District Municipality: | | - | - | - | - | - | - | - | - | - |
| [insert description] | | | | | | | | | | |
| Other grant providers: | | - | - | - | - | - | - | - | - | - |
| [insert description] | | | | | | | | | | |
| Total operating expenditure of Transfers and Grants: | | 173 547 | - | - | - | 3 290 | 3 290 | 176 837 | 221 484 | 214 787 |
| Capital expenditure of Transfers and Grants | | | | | | | | | | |
| National Government: | | 44 992 | - | - | - | 105 | 105 | 45 097 | 47 216 | 49 253 |
| Municipal Infrastructure Grant (MIG) | | 44 992 | | | | 105 | 105 | 45 097 | 47 216 | 49 253 |
| | | | | | | | | | | |
| | | | | | | | | | | |
| Other capital transfers [insert description] | | | | | | | | | | |
| Provincial Government: | | - | - | - | - | - | - | - | - | - |
| [insert description] | | | | | | | | | | |
| District Municipality: | | - | - | - | - | - | - | - | - | - |
| [insert description] | | | | | | | | | | |
| Other grant providers: | | - | - | - | - | - | - | - | - | - |
| [insert description] | | | | | | | | | | |
| Total capital expenditure of Transfers and Grants | | 44 992 | - | - | - | 105 | 105 | 45 097 | 47 216 | 49 253 |
| Total capital expenditure of Transfers and Grants | | 218 539 | - | - | - | 3 396 | 3 396 | 221 935 | 268 700 | 264 040 |

The Department of Development and Environmental affairs has allocated R3,2 million for Alien plants removal and this had not been allocated in the original budget.

9. Adjustments to councillor allowances and employee benefits

EC443 Mbizana - Supporting Table SB11 Adjustments Budget - councillor and staff benefits - 27 February 2015

| Summary of remuneration | Ref | Budget Year 2014/15 | | | | | | | | | % change |
|--|-----|---------------------|----------------|--------------|--------------------|------------------|--------------------|----------------|----------------|-----------------|---------------|
| | | Original Budget | Prior Adjusted | Accum. Funds | Multi-year capital | Unfore. Unavoid. | Nat. or Prov. Govt | Other Adjusts. | Total Adjusts. | Adjusted Budget | |
| | | A | 5 A1 | 6 B | 7 C | 8 D | 9 E | 10 F | 11 G | 12 H | |
| R thousands | | | | | | | | | | | |
| Councillors (Political Office Bearers plus Other) | | | | | | | | | | | |
| Basic Salaries and Wages | | 12 463 | | | | | | - | - | 12 463 | 0.0% |
| Pension and UIF Contributions | | | | | | | | - | - | - | |
| Medical Aid Contributions | | | | | | | | - | - | - | |
| Motor Vehicle Allowance | | 3 870 | | | | | | - | - | 3 870 | 0.0% |
| Cellphone Allowance | | 1 360 | | | | | | - | - | 1 360 | |
| Housing Allowances | | | | | | | | - | - | - | |
| Other benefits and allowances | | 774 | | | | | | - | - | 774 | |
| Sub Total - Councillors | | 18 466 | | | | | | - | - | 18 466 | 0.0% |
| % increase | | | (0) | | | | | | | | |
| Senior Managers of the Municipality | | | | | | | | | | | |
| Basic Salaries and Wages | | 6 031 | | | | | | (2 267) | (2 267) | 3 765 | -37.6% |
| Pension and UIF Contributions | | | | | | | | - | - | - | |
| Medical Aid Contributions | | | | | | | | - | - | - | |
| Overtime | | | | | | | | - | - | - | |
| Performance Bonus | | | | | | | | - | - | - | |
| Motor Vehicle Allowance | | | | | | | | - | - | - | |
| Cellphone Allowance | | 58 | | | | | | 110 | 110 | 168 | 190.7% |
| Housing Allowances | | | | | | | | - | - | - | |
| Other benefits and allowances | | 5 496 | | | | | | (3 567) | (3 567) | 1 929 | |
| Payments in lieu of leave | | | | | | | | - | - | - | |
| Long service awards | | | | | | | | - | - | - | |
| Post-retirement benefit obligations | | | | | | | | - | - | - | |
| Sub Total - Senior Managers of Municipality | 5 | 11 585 | | | | | | (5 724) | (5 724) | 5 861 | -49.4% |
| % increase | | | (0) | | | | | | | (0) | |
| Other Municipal Staff | | | | | | | | | | | |
| Basic Salaries and Wages | | 44 881 | | | | | | (4 383) | (4 383) | 40 497 | -9.8% |
| Pension and UIF Contributions | | 4 398 | | | | | | (357) | (357) | 4 041 | -8.1% |
| Medical Aid Contributions | | 2 663 | | | | | | 307 | 307 | 2 970 | 11.5% |
| Overtime | | 810 | | | | | | (24) | (24) | 786 | -2.9% |
| Performance Bonus | | | | | | | | - | - | - | |
| Motor Vehicle Allowance | | 5 043 | | | | | | 493 | 493 | 5 537 | 9.8% |
| Cellphone Allowance | | 691 | | | | | | (174) | (174) | 518 | -25.1% |
| Housing Allowances | | 2 961 | | | | | | (466) | (466) | 2 495 | |
| Other benefits and allowances | | 10 | | | | | | 3 561 | 3 561 | 3 572 | |
| Payments in lieu of leave | | | | | | | | - | - | - | |
| Long service awards | | | | | | | | - | - | - | |
| Post-retirement benefit obligations | | | | | | | | - | - | - | |
| Sub Total - Other Municipal Staff | 5 | 61 458 | | | | | | (1 041) | (1 041) | 60 416 | -1.7% |
| % increase | | | | | | | | | | | |
| Total Parent Municipality | | 91 509 | | | | | | (6 765) | (6 765) | 84 744 | -7.4% |

10. Adjustments to Service Delievery and Budget Implementation Plan

A separate document has been prepared for council that indicates the targets that have been revised and need to be approved together with this budget adjustment.

11. Adjustments to Capital Expenditure

EC443 Mbizana - Supporting Table SB18a Adjustments Budget - capital expenditure on new assets by asset class - 27 February 2015

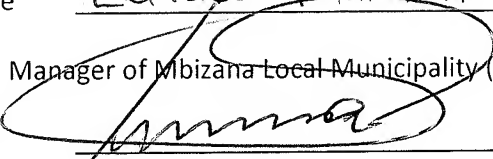
| C443 Mbozana - Supporting Table SB 10a Adjustments Budget - Capital expenditure on new assets by Asset Class - 17 February 2016 | | | | | | | | | | | | Budget Year +1 2015/16 | Budget Year +2 2016/17 |
|---|-----|---------------------|----------------|--------------|-----------------------|---------------------|-----------------------|----------------|----------------|--------------------|--------------------|---------------------------|---------------------------|
| Description | Ref | Budget Year 2014/15 | | | | | | | | | Adjusted Budget | Adjusted Budget | Adjusted Budget |
| | | Original Budget | Prior Adjusted | Accum. Funds | Multi-year capital | Unfore. Unavoid. | Nat. or Prov. Govt | Other Adjusts. | Total Adjusts. | Adjusted Budget | | | |
| R thousands | | A | 7 A1 | 8 B | 9 C | 10 D | 11 E | 12 F | 13 G | 14 H | | | |
| Capital expenditure on new assets by Asset Class/Sub-class | | | | | | | | | | | | | |
| Infrastructure | | 148 480 | - | - | - | - | - | 15 581 | 15 581 | 164 061 | | 84 966 | 81 123 |
| Infrastructure - Road transport | | 58 167 | - | - | - | - | - | 11 581 | 11 581 | 69 748 | | 44 855 | 46 790 |
| Roads, Pavements & Bridges | | 58 167 | - | - | - | - | - | 11 581 | 11 581 | 69 748 | | 44 855 | 46 790 |
| Storm water | | - | - | - | - | - | - | - | - | - | | - | - |
| Infrastructure - Electricity | | 85 413 | - | - | - | - | - | 3 000 | 3 000 | 88 413 | | 36 000 | 30 000 |
| Generation | | - | - | - | - | - | - | - | - | - | | - | - |
| Transmission & Reticulation | | 84 300 | - | - | - | - | - | 2 000 | 2 000 | 86 300 | | 36 000 | 30 000 |
| Street Lighting | | 1 113 | - | - | - | - | - | 1 000 | 1 000 | 2 113 | | - | - |
| Infrastructure - Water | | - | - | - | - | - | - | - | - | - | | - | - |
| Dams & Reservoirs | | - | - | - | - | - | - | - | - | - | | - | - |
| Water purification | | - | - | - | - | - | - | - | - | - | | - | - |
| Reticulation | | - | - | - | - | - | - | - | - | - | | - | - |
| Infrastructure - Sanitation | | - | - | - | - | - | - | - | - | - | | - | - |
| Reticulation | | - | - | - | - | - | - | - | - | - | | - | - |
| Sewerage purification | | - | - | - | - | - | - | - | - | - | | - | - |
| Infrastructure - Other | | 4 900 | - | - | - | - | - | 1 000 | 1 000 | 5 900 | | 4 110 | 4 332 |
| Refuse | | 2 897 | - | - | - | - | - | 200 | 200 | 3 097 | | 2 000 | 2 108 |
| Transportation | 2 | 2 003 | - | - | - | - | - | 800 | 800 | 2 803 | | 2 111 | 2 225 |
| Gas | | - | - | - | - | - | - | - | - | - | | - | - |
| Other | 3 | - | - | - | - | - | - | - | - | - | | - | - |
| Community | | 6 813 | - | - | - | - | - | (5 100) | (5 100) | 1 713 | | 1 574 | 1 659 |
| Parks & gardens | | - | - | - | - | - | - | - | - | - | | - | - |
| Sports Fields & stadia | | - | - | - | - | - | - | - | - | - | | - | - |
| Swimming pools | | - | - | - | - | - | - | - | - | - | | - | - |
| Community halls | | 5 779 | - | - | - | - | - | (5 000) | (5 000) | 779 | | 821 | 866 |
| Libraries | | - | - | - | - | - | - | - | - | - | | - | - |
| Recreational facilities | | - | - | - | - | - | - | - | - | - | | - | - |
| Fire, safety & emergency | | - | - | - | - | - | - | - | - | - | | - | - |
| Security and policing | | 534 | - | - | - | - | - | 150 | 150 | 684 | | 226 | 238 |
| Buses | | - | - | - | - | - | - | - | - | - | | - | - |
| Clinics | | - | - | - | - | - | - | - | - | - | | - | - |
| Museums & Art Galleries | | - | - | - | - | - | - | - | - | - | | - | - |
| Cemeteries | | 500 | - | - | - | - | - | (250) | (250) | 250 | | 527 | 555 |
| Social rental housing | | - | - | - | - | - | - | - | - | - | | - | - |
| Other | | - | - | - | - | - | - | - | - | - | | - | - |
| Heritage assets | | - | - | - | - | - | - | - | - | - | | - | - |
| Buildings | | - | - | - | - | - | - | - | - | - | | - | - |
| Other | | - | - | - | - | - | - | - | - | - | | - | - |
| Investment properties | | - | - | - | - | - | - | - | - | - | | - | - |
| Housing development | | - | - | - | - | - | - | - | - | - | | - | - |
| Other | | - | - | - | - | - | - | - | - | - | | - | - |
| Other assets | | 16 128 | - | - | - | - | - | 5 440 | 5 440 | 21 568 | | 10 945 | 11 671 |
| General vehicles | | 4 400 | - | - | - | - | - | - | - | 4 400 | | 3 584 | 3 777 |
| Specialised vehicles | | - | - | - | - | - | - | - | - | - | | - | - |
| Plant & equipment | | 351 | - | - | - | - | - | 3 600 | 3 600 | 3 951 | | 370 | 390 |
| Computers - hardware/equipment | | 1 844 | - | - | - | - | - | (360) | (360) | 1 484 | | 1 159 | 1 222 |
| Furniture and other office equipment | | 2 000 | - | - | - | - | - | - | - | 2 000 | | 2 108 | 2 222 |
| Abattoirs | | - | - | - | - | - | - | - | - | - | | - | - |
| Markets | | - | - | - | - | - | - | - | - | - | | - | - |
| Civic Land and Buildings | | 4 211 | - | - | - | - | - | 2 000 | 2 000 | 6 211 | | 222 | 234 |
| Other Buildings | | - | - | - | - | - | - | - | - | - | | - | - |
| Other Land | | - | - | - | - | - | - | - | - | - | | - | - |
| Surplus Assets - (Investment or Inventory) | | - | - | - | - | - | - | - | - | - | | - | - |
| Other | | 3 323 | - | - | - | - | - | 200 | 200 | 3 523 | | 3 502 | 3 826 |
| Agricultural assets | | - | - | - | - | - | - | - | - | - | | - | - |
| List sub-class | | - | - | - | - | - | - | - | - | - | | - | - |
| Biological assets | | - | - | - | - | - | - | - | - | - | | - | - |
| List sub-class | | - | - | - | - | - | - | - | - | - | | - | - |
| Intangibles | | - | - | - | - | - | - | - | - | - | | - | - |
| Computers - software & programming | | - | - | - | - | - | - | - | - | - | | - | - |
| Other (list sub-class) | | - | - | - | - | - | - | - | - | - | | - | - |
| Total Capital Expenditure on new assets to be adjusted | 1 | 171 421 | - | - | - | - | - | 15 921 | 15 921 | 187 342 | | 97 485 | 94 453 |

Quality Certificate

I, LUTUYO MAHLAKA, municipal manager of Mbizana Local Municipality, hereby certify that the adjustments budget and supporting documentation have been prepared in accordance with the Municipal Finance Management Act and the regulations made under that Act, and that the adjustments budget and supporting documentation are consistent with the Integrated Development Plan of the municipality.

Print name LUTUYO MAHLAKA

Municipal Manager of Mbizana Local Municipality (EC443)

Signature 

Date 27/02/2015